

GOVERNMENTAL OPERATIONS

Agency 103

Department of Community, Trade, and Economic Development

Recommendation Summary

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
2005-07 Expenditure Authority	348.5	132,945	322,474	455,419
Supplemental Changes				
Aerospace Industry Outreach	.7	416		416
Community Development Block Grants	1.1		10,535	10,535
Public Works Board Client Services			160	160
ECEAP to Department of Early Learning	(6.8)	(29,531)		(29,531)
Employment Resource Center		1,600		1,600
Housing Trust Fund Operating and Maintenance Program			9,840	9,840
Housing Projects			4,000	4,000
Low Income Home Energy Assistance Program Administration	2.0			
Main Streets Revitalization	.8	183		183
SmartBuy		(203)		(203)
Pension Plan 1 Unfunded Liabilities			154	154
Classification Revisions		(3)	(4)	(7)
Central Service Agency Charges		43	35	78
Subtotal - Supplemental Changes	(2.3)	(27,495)	24,720	(2,775)
Total Proposed Budget	346.2	105,450	347,194	452,644
Difference	(2.3)	(27,495)	24,720	(2,775)
Percent Change	(0.6)%	(20.7)%	7.7%	(0.6)%

SUPPLEMENTAL CHANGES

Aerospace Industry Outreach

This new position will be responsible for completing the requirements of the Master Site Agreement and implementation of a statewide aerospace industry strategy.

Community Development Block Grants

Disbursement rates for grants made by the Community Development Block Grant (CDBG) program will increase. This change provides authority to spend approximately \$2 million in new federal funding for the remediation of lead-based paint hazards in low-income dwellings. (General Fund-Federal)

Public Works Board Client Services

The Drinking Water State Revolving Fund (DWSRF) program makes low-interest loans to improve domestic water systems. Capital funds are provided by an annual grant from the Environmental Protection Agency (EPA) and matching funds from the Public Works Assistance Account (PWAA). Administrative funds are provided in the annual EPA grant, PWAA, and Drinking Water Assistance Administrative Account. The annual grant from EPA is expected to decrease in Fiscal Year 2007. However, the number of loans made by the program is increasing as repayment revenues from previous loans are loaned out again. Additional funds from the Drinking Water Assistance Administrative Account and the PWAA will offset the projected decrease in federal funding. (Drinking Water Assistance Administrative Account-State, Public Works Assistance Account-State)

ECEAP to Department of Early Learning

The Early Childhood Education Assistance Program (ECEAP) is transferred to the newly created Department of Early Learning.

Employment Resource Center

Funding is provided for lease costs associated with the Employment Resource Center required by the Master Site Agreement negotiated in 2003.

Housing Trust Fund Operating and Maintenance Program

The Housing Trust Fund Operating and Maintenance Program is experiencing an increased demand for subsidies to support existing projects. Accumulated revenue in the Washington Housing Trust Account is available to fund projects that have an urgent and compelling need for additional subsidies to meet both increased operating costs and to provide housing for people in poverty. (Washington Housing Trust Account-State)

Housing Projects

As housing market conditions change, the percentage of previously funded Housing Trust Fund projects requesting additional resources has increased. Additional direct funding is provided for these projects. (Washington Housing Trust Account-State)

Low Income Home Energy Assistance Program Administration

The Low Income Home Energy Assistance Program (LIHEAP) contracts with a network of 27 nonprofit organizations that need comprehensive technical assistance and resolution of monitoring issues. Two additional FTE staff are needed to provide administrative oversight of contractors, maintain stakeholder relationships, and to respond to the federal funding agency's requirements.

Main Streets Revitalization

The Main Streets Revitalization program will help implement the new commercial district tax credit incentive program created by Chapter 514, Laws of 2005. An advisory committee will be established and staffed; a tax incentive program will be developed in cooperation with the Department of Revenue; and applications for the Business and Occupation tax credit will be reviewed and processed.